

**GOVERNMENT OF ANDHRA PRADESH**

**ABSTRACT**

R&B Department – Roads - Tenders - Backing out of lowest bidder at the time of Agreement – Orders – Issued.

-----  
TRANSPORT, ROADS AND BUILDINGS (ROADS.V) DEPARTMENT

**G.O.Ms.No.259**

**Dated : 06-09-2008**  
**Read the following:-**

- 1) From General Administration (V&E) Department System Improvement Note No:2(1246/V&E/E1/04), Dt: 09-02-2005
- 2) From the ENC (R&B), State Roads, Letter No:27310/TA1/AEE3/2006, Dt:03-07-2008.

\*\*\*

**ORDER:**

In the letter first read above the G.A.(V&E) Department had conducted verifications and observed that many times the lowest bidder is withdrawing from entering into agreement at the last minute and with the result, works are awarded to the next lowest bidder causing extra burden to Government and instructed the Government to examine the problems as enumerated in the case studies and issue clear guidelines.

2. In the reference 2<sup>nd</sup> read above the Engineer-in-Chief (R&B), State Roads, has informed that based on the recommendations of the G.A.(V&E) Department, the issue of "Action to be taken against the lowest bidder, who backs out at the time of agreement" was discussed in the meeting of Board of Chief Engineer's held on 15-03-2008. The Board has recommended to impose a penalty of forfeiting the EMD and suspending the business of the agency for one year with all the Departments in A.P. in respect of conventional tenders also duly intimating the fact to all the concerned Departments.

3. Government after careful examination of the matter accept the recommendation of Board of Chief Engineer's and accordingly hereby order to impose a penalty of forfeiting the EMD and suspending the business of the agency for one year with all the Departments in A.P. in respect of conventional tenders also duly intimating the fact to all the concerned Departments.

4. The Engineer-in-Chief (R&B), State Roads shall take necessary action in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Dr. T. CHATTERJEE  
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Engineer-in-Chief (R&B), State Roads, A.P., Hyderabad.

The Chairman, Board of Chief Engineers,

Jalasoudha Building, Erramanzil, Hyderabad.

The Accountant General, Andhra Pradesh, Hyderabad.

The Pay & Accounts Officer, Hyderabad.

Copy to:

The Finance (Exp.PW) Department

The P.S. to Chief Secretary to Government

The P.S. to Minister for Roads & Buildings.

The P.S. to Principal Secretary to Government (TC), TR&B Department.

SF/SC.

// FORWARDED::BY ORDER //

SECTION OFFICER